



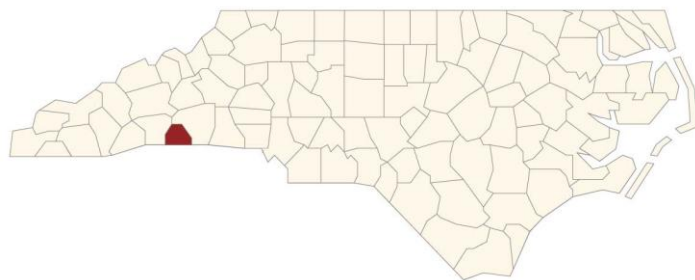
On February 17, 2009, the American Recovery and Reinvestment Act (ARRA) was passed by Congress and signed into law by President Obama. ARRA provides increased support to several existing federal programs administered by states, creates new programs such as the State Fiscal Stabilization Fund, and offers opportunities for states to apply for competitive grant programs.

The American Recovery and Reinvestment Act's significant investment in North Carolina totaled almost \$19.5 billion, including assistance for those needing help the most through increases in unemployment benefits, Medicaid payments, and food stamps. In addition to those expanded services, ARRA gives hundreds of thousands of working North Carolinians a break through tax credits like the *Making Work Pay* tax credit and the *First Time Homebuyer's* tax credit.

The Recovery Act is not like earlier attempts to revive the nation's economy. It is not only a one-time infusion of federal funds; instead it is a long-term effort to restore economic expansion in the short-term, as well as prepare the nation's economy for stable, healthy long-term growth. Under the terms of the Recovery Act, support for North Carolina's economy will include both investments made directly by the federal government and investments of federal funds that are made under the oversight of the North Carolina state government.

American Recovery and Reinvestment Act Report, Polk County

Polk County received more than \$18 million in ARRA funding in grants, loans, and bonds. The following report outlines the various funding categories that contributed to the Polk County total.



CARS sold:
8



Small Business Jobs:
7

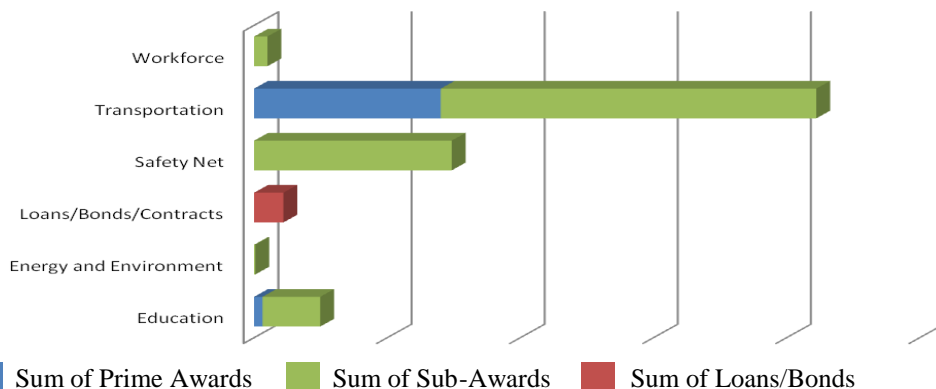


Appliances rebated:
41



Family homes financed:
8

Polk County Totals



Polk County,
pop 20,510 at a glance:

Recovery Act Totals:
Grants: \$ 17,259,131.77
Loans: \$ 1,102,182

Total: \$18,361,303.17



Education

The Recovery Act placed a special emphasis on maintaining education funding. Governor Beverly Perdue furthered this commitment by pledging additional recovery funds from the Recovery Act to education, and leading North Carolina to additional funds by winning \$400 million in the Race to the Top program.

Most of the ARRA education funds are distributed to local schools through existing funding formulas. Special Education Funds and Title I funds go to schools based on eligible student enrollment. State Fiscal Stabilization Funds (SFSF) and the EduJobs grants were designed to hold schools harmless during the recession, and were distributed to public and charter schools. The school systems have spent the majority of the funds on staff and support. Some projects, such as Race to the Top, will be spent for purchasing products and services rather than salaries for staff.

Authorization for low/no interest bonds for school construction/renovation followed the Department of Public Instruction procedures with initial allotments to the school systems. If a school system could not utilize their allotment, it was released to other school systems that could utilize additional allotments.

Polk County schools received \$2.3 million in education funding, including \$500,000 in Special Education funds, \$200,000 in Title I funds, \$1.5 million in SFSF funds, and \$185,000 in Race to the Top funding.



Family Assistance

The Federal Department of Agriculture increased funding to their Single-Family home program with the ARRA. These resources assisted families in achieving the American Dream of home ownership through direct financial assistance (grants) or credit (loan guarantees). This program pumped more than \$729 million into North Carolina, providing assistance to more than 5,400 families.

In Polk County, 8 families received assistance through this program totaling more than \$1 million.

The Department of Energy created the Energy Star Appliance rebate program to help stimulate the economy by incentivizing the purchase of new, more energy efficient appliances, and helping consumers by providing long-term savings from their utility bills. The State Energy Office in the North Carolina Department of Commerce managed the program insuring North Carolina residents and retailers received the maximum benefit from this opportunity. North Carolina retailers sold more than 25,500 new energy efficiency appliances through this program, and North Carolina residents will enjoy energy savings for years to come. The program was so successful, that the State Energy Office reprogrammed additional funding to provide discounts to everyone participating in the program, bringing the total program value from \$8 up to \$10 Million.

Polk County retailers sold 41 appliances through the Energy Star Appliance rebate program.



Small Business Assistance

The ARRA provided tax breaks, increased depreciation of business assets, and incentives for hiring for small businesses through the tax law changes found in Part B of the Act. The Recovery Act also established direct aid programs through the federal Small Business Administration (SBA) and US Department of Agriculture (USDA). These programs provided grants, loans and loan guarantees to grant small businesses access to much-needed operational credit during 2009 and 2010.

In Polk County, a small business received an SBA loan guarantees worth \$400,000. According to the small business receiving this loan, the Recovery Act saved or created 7 jobs.



Farm Assistance

The Supplemental Revenue Assistance Payments (SURE) Program is administered by the Farm Services Administration in the federal Department of Agriculture, which provides assistance to farmers suffering crop losses due to natural disasters. To qualify for the program a farm must have lost at least 10% of one crop during a natural disaster in a declared disaster county, or lost 50% of a crop during a disaster in a non-disaster county. North Carolina farmers received more than \$9 million in total payments under the ARRA-Funded SURE Program.

In Polk County, \$24,682 was received in assistance to farmers because of crop loss to natural disasters.



CARS Program

The Car Allowance Rebate Program (CARS), more widely known as the 'Cash-for-Clunkers' program, provided an incentive for drivers of older, energy inefficient vehicles to upgrade to new cars. This program also provided a large economic impact in North Carolina, and North Carolina dealers received more than 18,000 trade-in vehicles through this program. North Carolina Car Dealers sold more than \$400,000,000 worth of new cars (recommended MSRP) through the CARS program. North Carolina drivers will save 172,130 miles per gallon through cars purchased through this program.

In Polk County, car dealers sold 8 cars worth \$184,000 through the ARRA CARS program.



Safety Net Programs

Safety net programs are the category of ARRA funding that consists of programs designed to help populations made particularly vulnerable by the economic crisis. These generally include increases in existing programs, most notably the increase in both benefit level and duration of unemployment payments. Increases in the amount and duration of unemployment payments makes up the largest chunk of safety net programs funded through the Recovery Act, totaling more than \$3.5 billion statewide over more than two years. Safety net programs such as unemployment insurance and SNAP (formerly known as Food Stamps), not only benefit the recipient, but have a proven economic impact on a community.

Polk County residents received \$4.5 million in Unemployment Insurance increases during the 2 ½ year ARRA benefits increase. County residents also received \$1 million in SNAP benefit increases, and \$1.3 million in one-time payments of \$250 to social security recipients.

Polk County received more than \$282,000 for Head Start Programs.

Appendix, Polk County breakout

Federal Agency	Program Title	Recipient name	Recipient role ⁱ	Prime Amount ⁱⁱ	Unique Sub Awards ⁱⁱⁱ	Loans	Additional Economic Activity (not counted toward totals) ^{iv}
	Bonds		P			\$0.00	
	Cash for Clunkers		S		\$32,000.00		
	Very Low to Moderate Income Housing Loans - Guaranteed	Individuals	L			\$1,092,182.00	
Administration for Children and Families	ARRA - Head Start	Polk County Board Of Education	P	\$282,766.00		\$0.00	\$282,766.00
				\$29,933.00		\$0.00	\$0.00
Department of Agriculture	Supplemental Nutrition Assistance Program	Multiple Individuals	S		\$1,613,671.93		
Department of Labor	Unemployment Insurance	Multiple Individuals	S		\$4,421,924.66		
Federal Highway Administration	Highway Planning and Construction	Moore & Son Site Contractors Inc.	PV	\$0.00		\$0.00	\$6,662,772.22
		North Carolina Department Of Transportation	P	\$7,011,743.00		\$0.00	\$7,011,743.00
		RK&K Engineering , LLP	PV	\$0.00		\$0.00	\$337,227.78
Federal Transit Administration	Formula Grants for Other Than Urbanized Areas	Polk, County Of	S	\$0.00	\$95,000.00	\$0.00	
Idaho Operations Office	Energy Efficient Appliance Rebate Program (EEARP)		P			\$0.00	\$10,612.92
Office of Elementary and Secondary Education	State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act	Polk County Board Of Education	S	\$0.00	\$1,474,948.00	\$0.00	
	State Fiscal Stabilization Fund (SFSF) - Race-to-the-Top Incentive Grants, Recovery Act	Polk County Board Of Education	S	\$0.00	\$185,695.00	\$0.00	
	Title I Grants to Local Educational Agencies, Recovery Act	Polk County Board Of Education	S	\$0.00	\$228,956.00	\$0.00	
Office of Special	Special	Polk County	S	\$0.00	\$497,984.18	\$0.00	

Education and Rehabilitative Services	Education Grants to States, Recovery Act	Board Of Education				
Small Business Administration	Loans	Earthsong Rising, LLC	L		\$10,000.00	
SSA	Social Security Economic Recovery Act Payments	Multiple Individuals	P	\$1,384,500.00		
Grand Total				\$7,324,442.00	\$9,934,679.77	\$1,102,182.00 \$14,305,121.92

ⁱ Recipient Role are as follows: P is a prime recipient; S is a Sub-recipient; PV is a vendor to a prime recipient; SV is a vendor to a sub-recipient; L is a loan recipient.

ⁱⁱ Prime Amounts are unique prime awards within a county. These are entities who have received funding directly from a federal agency, and are required to report directly to www.federalreporting.gov

ⁱⁱⁱ Unique Sub Awards are amounts that flow into a county from a source that is NOT directly from a Federal Agency. Generally these are funds awarded to the North Carolina State Government that have been directed to a local source.

^{iv} Additional Economic Activity are economic activity attributable to a previous funding category. They may be a sub award by a prime recipient within a county, or a contract funded by one of the previous three columns. This economic activity is not counted toward the county total.